

HOUSE BILL 2821
By Overbey

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 5 and Title 69, Chapter 7, Part 2, relative
to taxation and inter-basin water transfers.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 67, Chapter 5, Part 2, is amended by
adding the following language as a new, appropriately designated section:

§ 67-5-2__.

(a) All real and personal property owned by another state or a political
subdivision of another state is exempt from state, county, or municipal taxation provided
that:

(1) The property is used exclusively for public purposes related to an
inter-basin water transfer permit obtained pursuant to title 69, chapter 7, part 2;
and

(2) The exemption granted by this section is reciprocated for real and
personal property related to an inter-basin water transfer owned by the state of
Tennessee or its political subdivisions in the other state.

(b) Nothing contained in this section shall be construed or applied in any manner
which violates the provisions of Tennessee Constitution, art. XI, § 2.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring
it.